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FAIR POLITICAL PRACTICES COMMISSION  
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Attorneys for Complainant

BEFORE THE FAIR POLITICAL PRACTICES COMMISSION  
STATE OF CALIFORNIA

In the Matter of	)	FPPC No.: 01/389
	)	
	)	
ALLSTATE INSURANCE COMPANY	)	STIPULATION, DECISION and
POLITICAL ACTION COMMITTEE and	)	ORDER
JAMES P. ZILS,	)	
	)	
Respondents.	)	

Complainant Mark Krausse, Executive Director of the Fair Political Practices Commission, and Respondents Allstate Insurance Company Political Action Committee ("ALLPAC") and James P. Zils, as Treasurer of ALLPAC, hereby agree that this Stipulation will be submitted for consideration by the Fair Political Practices Commission at its next regularly scheduled meeting.

The parties agree to enter into this Stipulation to resolve all factual and legal issues raised in this matter, and to reach a final disposition without the necessity of holding an administrative hearing to determine the liability of Respondents.


Respondents understand, and hereby knowingly and voluntarily waive, any and all procedural rights set forth in sections 83115.5 and 11503 of the Government Code, and in section 18361 of Title 2 of the California Code of Regulations. This includes, but is not limited to, the right to personally appear at any administrative hearing held in this matter, to be represented by an attorney at Respondents' own

1 expense, to confront and cross-examine all witnesses testifying at the hearing, to subpoena witnesses to  
2 testify at the hearing, to have an impartial administrative law judge preside over the hearing as a hearing  
3 officer, and to have the matter judicially reviewed.


4 It is further stipulated and agreed that Respondents committed four violations of the Political  
5 Reform Act by failing to report required contributor information on four campaign statements  
6 (4 counts), in violation of section 84211, subdivision (f) of the Government Code, as described in  
7 Exhibit 1, which is attached hereto and incorporated by reference as though fully set forth herein.  
8 Exhibit 1 is a true and accurate summary of the facts in this matter.

9 Respondents agree to the issuance of the Decision and Order, which is attached hereto.  
10 Respondents also agree to the Commission imposing upon them an administrative penalty of Six  
11 Thousand Dollars (\$6,000). A cashier's check from Respondents in said amount, made payable to the  
12 "General Fund of the State of California," is submitted with this Stipulation as full payment of the  
13 administrative penalty, and shall be held by the State of California until the Commission issues its  
14 Decision and Order regarding this matter. The parties agree that in the event the Commission refuses to  
15 accept this Stipulation, it shall become null and void, and within fifteen (15) business days after the  
16 Commission meeting at which the Stipulation is rejected, all payments tendered by Respondents in  
17 connection with this Stipulation shall be reimbursed to Respondents. Respondents further stipulate and  
18 agree that in the event the Commission rejects the Stipulation, and a full evidentiary hearing before the  
19 Commission becomes necessary, neither any member of the Commission, nor the Executive Director,  
20 shall be disqualified because of prior consideration of this Stipulation.

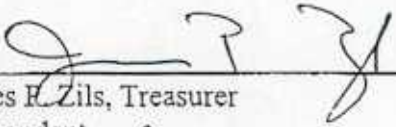
21  
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23 Dated: 9/9/03

  
Mark Krause, Executive Director  
Fair Political Practices Commission

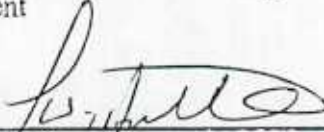
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26 Dated: \_\_\_\_\_

  
Allstate Insurance Company  
Political Action Committee, Respondent  
By James P. Zils - Treasurer  
(Type or print name here)

2 Dated: Aug. 29, 2003

3   
James P. Zils, Treasurer  
Respondent

4 Dated: Aug. 29, 2003

5   
Thomas W. Hiltachk  
Bell, McAndrews, Hiltachk and Davidian, LLP  
Counsel for Respondents

7  
8 **DECISION AND ORDER**

9 The foregoing stipulation of the parties "In the Matter of Allstate Insurance Company Political  
10 Action Committee and James P. Zils, FPPC No. 01/389," including all attached exhibits, is hereby  
11 accepted as the final decision and order of the Fair Political Practices Commission, effective upon  
12 execution below by the Chairman.

13 IT IS SO ORDERED.

14  
15 Dated: \_\_\_\_\_

16 \_\_\_\_\_  
17 Liane M. Randolph, Chairman  
Fair Political Practices Commission